

By: Davis of Harris

H.B. No. 2909

A BILL TO BE ENTITLED

AN ACT

1
2 relating to providing the Commissioner of Insurance the authority
3 to establish a voluntary joint underwriting association when a bond
4 or insurance is not reasonably available.

5 BE IT ENACTED BY THE LEGISLATURE OF THE STATE OF TEXAS:

6 SECTION 1. Article 21.49-3b, Insurance Code, is amended by
7 adding subsection 19 to read as follows:

8 (19) The Commissioner may create a joint underwriting
9 association and appoint its officers and directors who shall act
10 pursuant to the provisions of this article for the purposes of
11 issuing bonds. The Commissioner shall adopt a plan of operation for
12 such association which shall provide for the operation of the
13 association on a self-supporting basis and shall include provisions
14 for assessment of members of the association.

15 SECTION 2. This Act takes effect September 1, 2005.